

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF COUNTRY VILLAGE SEWER)	
CO., INC. FOR A RATE ADJUSTMENT PURSUANT)	
TO THE ALTERNATIVE RATE FILING PROCEDURE)	CASE NO. 92-375
FOR SMALL UTILITIES)	

O R D E R

On September 2, 1992, Country Village Sewer Company, Inc. ("Country Village") filed its application for Commission approval of a proposed increase in its rates for sewer service. The proposed rates for sewer service would generate additional annual revenues of \$12,104.

In September 1992, Commission Staff conducted a field review of Country Village's test-period financial records. Based upon this review, Commission Staff issued a Staff Report on November 23, 1992, recommending that Country Village be allowed to increase its annual operating revenues for sewer service by \$13,826.

By Order dated November 23, 1992, the Commission advised Country Village that comments on the Staff Report or requests for a public hearing or informal conference must be submitted no later than December 8, 1992, or this case would stand submitted to the Commission for a decision. No comments on the Staff Report or requests for a public hearing or informal conference have been received by the Commission.

The Commission, after consideration of the evidence of record and being sufficiently advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and are hereby adopted as the findings of the Commission in this proceeding and are incorporated by reference as if fully set out herein.

2. The rates in Appendix A, which is attached hereto and incorporated herein, are the fair, just, and reasonable rates for Country Village and will produce gross annual revenues of \$39,776.40 for sewer service. These rates will allow Country Village sufficient revenues to meet its operating expenses and provide for future equity growth.

3. The rates proposed by Country Village are unreasonable since they would produce inadequate revenue and should be denied pursuant to KRS 278.030.

IT IS THEREFORE ORDERED that:

1. The rates proposed by Country Village in its application are hereby denied.

2. The rates in Appendix A are approved for service rendered by Country Village on and after the date of this Order.

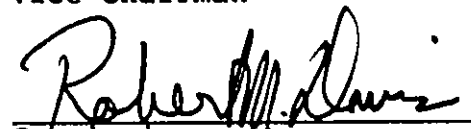
3. Within 30 days of the date of this Order, Country Village shall file with the Commission its revised tariff setting out the rates approved herein.

Done at Frankfort, Kentucky, this 11th day of January, 1993.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 92-375 DATED January 11, 1993.

The following rates and charges are prescribed for the customers in the area served by Country Village Sewer Co., Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Customer Class

Rates

Residential

\$26.10 per month